

Department of Natural Resources

ROBERT L. MORGAN Executive Director

Division of Oil, Gas & Mining

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Division Director

OLENE S. WALKER
Governor

GAYLE F. McKEACHNIE
Lieutenant Governor

October 20, 2004

Mr. Will Stokes School and Institutional Trust Lands Administration 675 East 500 South, Suite 500 Salt Lake City, Utah 84102

Subject: Change in Reclamation Plan and Reduction of Reclamation Bond, Moab Salt LLC, Cane Creek Mine, M/019/005, Grand County, Utah

Dear Mr. Stokes:

The Division of Oil, Gas and Mining is prepared to approve an amendment to the reclamation plan for the Cane Creek Mine, but before doing so, we need to receive concurrence from the School and Institutional Trust Lands Administration. The amendment was originally received October 23, 2003, and, with the exception of some roads, it includes full reclamation of all facilities.

With the changes in reclamation methods, we intend to allow the operator to reduce the amount of the reclamation bond from \$13,247,000 to \$6,266,800.

Please let us know whether you can agree to this approval. If you have questions about the amendment or the bond reduction, please call me at 801-538-5325 or Paul Baker at 801-538-5261.

Sincerely,

Daron R. Haddock, Permit Supervisor Minerals Regulatory Program

Division of Oil, Gas and Mining

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